

United States Department of the Interior

TAKE PRIDE INAMERICA

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 E. Greene St. Carlsbad, NM 88220-6292

In Reply Refer To-NM-97910 3162 4 (P0220)

June 15, 2009

Devon Energy Production 20 North Broadway Suite 1500 Oklahoma City, OK 73102 JUN 23 2009 HOBBSOCD

Gentlemen:

Your Application for Permit to Drill (APD), for the following well has expired because drilling has not commenced within one year of the approval date as stated in the General Requirements for Oil and Gas Operations on Federal Leases.

NM-197910 Arena Roja Federal Unit #3 860'/N & 700'/E sec. 27, T.26S., R.35E. APD was approved on 06/09/06, with a two year APD extension which expired on 06/09/09.

If drilling operations have commenced on the referenced well, please contact this office at (505) 234-5972 and send all necessary reports (spud, casing/cementing, etc., 1 original and 4 copies for each well) to us, so we may correct our records.

If the well has not been spudded, but site construction activities have occurred, please contact this office at the above telephone number for surface reclamation instructions.

If you wish to drill this well at a later date, please submit a complete application (1 original and 4 copies for each well) to this office. Since the original APD has expired, the resubmitted APD will be subject to all the processing requirements including the 30-day posting requirement and processing fee. Please note on the resubmitted APD that it was previously approved and we will review the expired files for information which will help expedite the processing. If you have any questions please contact Cheryle Ryan at (575) 234-5949.

Sincerely,

APT # 30-025-37947

Don Peterson Assistant Field Manager Fluid Minerals

bcc:

BLM-I&E (CFO, HFS) NMOCD (Artesia, Hobbs)